

108TH CONGRESS
1ST SESSION

S. 1349

To amend the Internal Revenue Code of 1986 with respect to the eligibility of veterans for mortgage bond financing, and for other purposes.

IN THE SENATE OF THE UNITED STATES

JUNE 26, 2003

Mr. SMITH (for himself, Mr. KOHL, Mrs. BOXER, Mr. CORNYN, Mr. FEINGOLD, Mrs. HUTCHISON, Ms. MURKOWSKI, and Mr. WYDEN) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 with respect to the eligibility of veterans for mortgage bond financing, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. ALL VETERANS ELIGIBLE FOR STATE HOME**
4 **LOAN PROGRAMS FUNDED BY QUALIFIED**
5 **VETERANS' MORTGAGE BONDS.**

6 (a) IN GENERAL.—Section 143(l)(4) of the Internal
7 Revenue Code of 1986 (defining qualified veteran) is
8 amended—

1 (1) by striking “at some time before January 1,
2 1977” in subparagraph (A), and

3 (2) by striking subparagraph (B) and inserting
4 the following:

5 “(B) who applied for the financing before
6 the date 30 years after the last on which such
7 veteran left active service.”.

8 (b) **EFFECTIVE DATE.**—The amendments made by
9 this section shall apply to financing provided and mort-
10 gage credit certificates issued after June 30, 2003.

11 **SEC. 2. REVISION OF STATE VETERANS LIMIT.**

12 (a) **IN GENERAL.**—Subparagraph (B) of section
13 143(l)(3) of the Internal Revenue Code of 1986 (relating
14 to volume limitation) is amended to read as follows:

15 “(B) **STATE VETERANS LIMIT.**—A State
16 veterans limit for any calendar year is the
17 amount equal to—

18 “(i) \$425,000,000 for the State of
19 Texas,

20 “(ii) \$537,000,000 for the State of
21 California,

22 “(iii) \$200,000,000 for the State of
23 Oregon,

24 “(iv) \$200,000,000 for the State of
25 Wisconsin, and

1 “(v) \$200,000,000 for the State of
2 Alaska.”.

3 (b) EFFECTIVE DATE.—The amendment made by
4 this section shall apply to bonds issued after December
5 31, 2003.

6 **SEC. 3. ELECTIVE CARRYFORWARD OF UNUSED LIMITA-**
7 **TION.**

8 (a) IN GENERAL.—Section 143(l)(3) of the Internal
9 Revenue Code of 1986 (relating to volume limitation) is
10 amended by adding at the end the following:

11 “(D) ELECTIVE CARRYFORWARD OF UN-
12 USED LIMITATION.—

13 “(i) IN GENERAL.—If—

14 “(I) a State veterans limit for
15 any calendar year after 2002, exceeds

16 “(II) the aggregate amount of
17 qualified veterans’ mortgage bonds
18 issued by such State,

19 such State may irrevocably elect to treat
20 such excess as a carryforward for qualified
21 veterans’ mortgage bonds.

22 “(ii) USE OF CARRYFORWARD.—

23 “(I) IN GENERAL.—If a State
24 elects a carryforward under clause (i),
25 qualified veterans’ mortgage bonds

1 issued during the 3 calendar years fol-
 2 lowing the calendar year in which the
 3 carryforward arose shall not be taken
 4 into account under subparagraph (A)
 5 to the extent the amount of such
 6 bonds does not exceed the amount of
 7 the carryforward so elected.

8 “(II) ORDER IN WHICH
 9 CARRYFORWARD USED.—
 10 Carryforwards elected shall be used in
 11 the order of the calendar years in
 12 which such carryforwards arose.”.

13 (b) EFFECTIVE DATE.—The amendment made by
 14 this section shall apply to bonds issued and carryforward
 15 elections made after December 31, 2003.

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